DECOMMISSIONING FUNDS

Before a nuclear power plant begins operations, the licensee must establish or obtain a financial mechanism—such as a trust fund or a guarantee from its parent company—to ensure there will be sufficient money to pay for the ultimate decommissioning of the facility.

Each nuclear power plant licensee must report to The U.S. Nuclear Regulatory Commission (NRC) every two years the status of its decommissioning funding for each reactor or share of a reactor that it owns. The report must estimate the minimum amount needed for decommissioning by using the formulas found in NRC regulations. Licensees may alternatively determine a site-specific funding estimate, provided that amount is greater than the generic decommissioning estimate. Although there are many factors that affect reactor decommissioning costs, generally they range from $300 million to $400 million. The staff performs an independent analysis of each of these reports to determine whether licensees are providing reasonable “decommissioning funding assurance” for radiological decommissioning of the reactor at the permanent termination of operation. These reports are required annually during decommissioning so the NRC can ensure the funds are being used appropriately.

DECOMMISSIONING PROGRAM RESOURCES

Decommissioning Fund
10CFR 50.75–Reporting and recordkeeping for decommissioning planning

License Termination Activities
NUREG–1700, Standard Review Plan for Evaluating Nuclear Power Reactor License Termination Plans
http://www.nrc.gov/reading-rm/doc-collections/nuregs/staff/sr1700/

YouTube
NRC Q&A Series: Five Minutes with an NRC Expert on Decommissioning
https://www.youtube.com/watch?v=GifRku-N7_Q
When a power company decides to close a nuclear power plant permanently, the facility must be decommissioned by safely removing it from service and reducing residual radioactivity to a level that permits release of the property and termination of the operating license. The NRC has strict rules governing nuclear power plant decommissioning, involving cleanup of radioactively contaminated plant systems and structures and removal of the radioactive fuel. These requirements protect workers and the public during the entire decommissioning process and protect the public after the license is terminated.

**DECOMMISSIONING STRATEGIES**

Licensees may choose from three decommissioning strategies: DECON, SAFSTOR, or ENTOMB.

- Under **DECON** (immediate dismantling), equipment, structures, and portions of the facility containing radioactive contaminants are removed or decontaminated to a level that permits release of the property and termination of the NRC license.

- Under **SAFSTOR**, (often considered deferred dismantling), a nuclear facility is maintained and monitored in a condition that allows the radioactivity to decay; afterwards, the plant is dismantled and the property decontaminated.

- Under **ENTOMB**, radioactive contaminants are permanently encased on site in structurally sound material such as concrete. The facility is maintained and monitored until the radioactivity decays to a level permitting restricted release of the property. To date, no NRC-licensed facilities have requested this option.

The licensee may also choose to adopt a combination of the first two choices in which some portions of the facility are dismantled or decontaminated while other parts of the facility are left in SAFSTOR.

The decision may be based on factors besides radioactive decay, such as availability of waste disposal sites. Decommissioning must be completed within 60 years of the plant ceasing operations.

**DECOMMISSIONING TIMELINE**

1. **Shutdown**
2. **Fuel Transfer to Dry Cask**
3. **Decontamination**
4. **DECON/SAFSTOR**
5. **Land Release**
6. **Operation**

Images of decommission job at San Onofre Unit 1 in California.
1. Initial Activities
When a nuclear power plant licensee shuts down a plant permanently, it must submit a written certification of permanent cessation of operations to the NRC within 30 days. When radioactive nuclear fuel is permanently removed from the reactor vessel, the owner must submit another written certification to the NRC, surrendering its authority to operate the reactor or load fuel into a reactor vessel. This eliminates the obligation to adhere to certain requirements needed only during reactor operation.

Within 2 years after submitting the certification of permanent closure, the licensee must submit a post-shutdown decommissioning activities report to the NRC. This report provides a description of the planned decommissioning activities, a schedule for accomplishing them, and an estimate of the expected costs. The report must discuss the reasons for concluding that environmental impacts associated with the site-specific decommissioning activities have already been addressed in previous environmental analyses.

After receiving the report, the NRC will publish a notice of receipt in the Federal Register, make the report available for public review and comment, and hold a public meeting in the vicinity of the plant to discuss the licensee’s intentions.

2. Major Decommissioning Activities
Ninety days after the NRC receives the planning report, the owner can begin major decommissioning activities without specific NRC approval. These include permanent removal of such major components as the reactor vessel, steam generators, large piping systems, pumps, and valves.

However, decommissioning activities conducted without specific prior NRC approval must ensure that the release of the site will allow for possible unrestricted use, result in reasonable assurance that adequate funds will be available for decommissioning, or cause any significant environmental impact not previously reviewed. If any decommissioning activity does not meet these terms, the licensee is required to submit a license amendment request, which would provide an opportunity for a public hearing.

Initially, the owner can use up to 3 percent of its set-aside funds for decommissioning planning. The remainder will become available 90 days after submittal of the planning report unless the NRC staff has raised objections.

3. License Termination Activities
The owner is required to submit a license termination plan within 2 years of the expected license termination. The plan addresses each of the following: site characterization, remaining site dismantlement activities, plans for site remediation, detailed plans for final radiation surveys for release of the site, updated estimates of remaining decommissioning costs, and a supplement to the environmental report describing any new information or significant environmental changes associated with the final cleanup. Most plans envision releasing the site to the public for unrestricted use, meaning any residual radiation would be below the NRC’s limits of 25 millirem annual exposure and there would be no further regulatory controls by the NRC. Any plan proposing release of a site for restricted use must describe the site’s end use, public consultation, institutional controls, and financial assurance needed to comply with the requirements for license termination for restricted release.

The license termination report (LTP) requires NRC approval of a license amendment. Before approval can be given, an opportunity for hearing is published and a public meeting is held near the plant site.

If the remaining dismantlement has been performed in accordance with the approved LTP and the NRC’s final survey demonstrates that the facility and site are suitable for release, the NRC will issue a letter terminating the operating license.
The public has several opportunities to participate in the decommissioning process. A public meeting is held in the vicinity of the facility after submittal of a post-shutdown decommissioning activities report to the NRC. Another public meeting is held when the NRC receives the license termination plan. An opportunity for a public hearing is provided before the NRC issues a license amendment approving the plan or any other license amendment request. In addition, when the NRC holds a meeting with the licensee, members of the public may observe the meeting (except when the discussion involves proprietary, sensitive, safeguards, or classified information).